STATE OF CALIFORNIA BUSINESS, TRANSPORTATION AND HOUSING AGENCY DEPARTMENT OF CORPORATIONS

TO: CHRIS SKIPPER, DIRECTOR
STRATEGIC STOCK INTELLIGENCE, INC.

4900 Woodway, #750

Houston, Texas 77055

DESIST AND REFRAIN ORDER

(For violations of section 25230 of the Corporations Code)

The California Corporations Commissioner finds that:

- 1. At all relevant times **Chris Skipper**, **Director**, and **Strategic Stock Intelligence**, **Inc.**, are or have, personally or through agents of Strategic Stock Intelligence, Inc., has been engaging in the business of advising residents of the State of California in the purchasing of securities and for compensation.
- 2. Beginning in or about May 2002, Chris Skipper, Director, and Strategic Stock Intelligence, Inc. faxed or caused to be faxed to a California resident a bulletin that promoted stock in American Energy Services, Inc. The newsletter or bulletin stated, inter alia, that the research staff at Strategic Stock Intelligence, Inc. had "uncovered" a gem of a company that is in the lucrative energy services sector; congratulated investors that had followed the advice of a previous newsletter when it was released and purchased stock in "DIET" as realizing a gain of up to 500%; referred to American Energy Services, Inc. as a "well-positioned company" in the oil and gas industry; and described energy prices as "skyrocketing" and "predictions indicate this is a continuing trend for the foreseeable future."
- 3. Chris Skipper, Director, and Strategic Stock Intelligence, Inc. state in much smaller lettering or type in the bulletin or newsletter that it was paid \$75,000 by a "third party investor" of American Energy Services, Inc.

4. The Department of Corporations has not issued a certification or other form of qualification authorizing **Chris Skipper**, **Director**, **or Strategic Stock Intelligence**, **Inc**. to act as an investment adviser in this State. **Chris Skipper**, **Director**, or **Strategic Stock Intelligence**, **Inc**. do not meet the exclusions identified in Section 25009 of the Corporate Code or the exemption that is identified in Section 25230.1 of the Corporate Code.

Based upon the foregoing findings, the California Corporations Commissioner is of the opinion that **Chris Skipper**, **Director**, **Strategic Stock Intelligence**, **Inc.** and affiliates or subsidiaries are subject to the laws regulating investment advisers under the California Corporate Securities Law of 1968 and are advising or have advised California residents to purchase stock in American Energy Services, Inc. in violation of Corporations Code section 25230. Pursuant to Section 25532 of the Corporate Code, **Chris Skipper**, **Director**, **Strategic Stock Intelligence**, **Inc.**, or any affiliates or subsidiaries are ordered to **DESIST and REFRAIN** from the further advising California residents to buy or sell securities, unless and until, **Chris Skipper**, **Director**, and/or **Strategic Stock Intelligence**, **Inc**. has been certified as an investment adviser or otherwise qualified.

This Order is necessary, in the public interest, for the protection of investors and consistent with the purposes, policies, and provisions of the Corporate Securities Law of 1968.

Dated: May 28, 2002

Sacramento, California

DEMETRIOS A. BOUTRIS California Corporations Commissioner

VIRGINIA JO DUNLAP
Acting Supervising Counsel
Enforcement and Legal Services